

# **SENATE FISCAL AGENCY**

## **Summary of Executive Order 2009-22**



**May 5, 2009**

**<http://www.senate.michigan.gov/sfa/>**

Table 1

<b>SUMMARY OF EXECUTIVE ORDER 2009-22</b> <b>(Actual Dollars)</b>				
<b>Department/Budget Area</b>	<b>GF/GP Reductions</b>	<b>Furlough Reductions</b>	<b>Federal/Other Reductions</b>	<b>Total Reductions</b>
Agriculture	(\$3,056,800)	(\$398,300)	(7,677,800)	(\$11,132,900)
Attorney General	(1,266,000)	(463,800)		(1,729,800)
Capital Outlay	0	0		0
Civil Rights	(489,200)	(166,600)		(655,800)
Community Colleges	0	0		0
Community Health	(50,784,800)	(2,310,700)	(4,592,600)	(57,688,100)
Corrections	(1,000,000)	(9,470,400)		(10,470,400)
Education	(296,000)	(67,500)		(363,500)
Energy, Labor, and Economic Growth	(12,908,200)	(160,700)	(14,000,000)	(27,068,900)
Environmental Quality	(4,874,500)	(290,600)		(5,165,100)
Executive	(197,200)	(82,000)		(279,200)
Higher Education	0	0	(5,000,000)	(5,000,000)
History, Arts and Libraries	(1,576,800)	(239,000)		(1,815,800)
Human Services	(92,429,200)	(5,055,600)	(23,443,200)	(120,928,000)
Information Technology	0	0		0
Judiciary <sup>1)</sup>	(2,848,600)	0		(2,848,600)
Legislative Auditor General <sup>1)</sup>	(502,000)	0		(502,000)
Legislature <sup>1)</sup>	(3,522,800)	0		(3,522,800)
Management and Budget	(2,365,200)	(621,800)		(2,987,000)
Military and Veterans Affairs	(2,029,200)	(205,600)		(2,234,800)
Natural Resources	(418,600)	(154,300)		(572,900)
School Aid	(7,000,000)	0		(7,000,000)
State	(1,045,500)	(289,500)		(1,335,000)
State Police	(14,007,800)	(1,161,600)		(15,169,400)
Transportation	0	0	(12,000,000)	(12,000,000)
Treasury-Debt Service	0	0		0
Treasury-Operations	(3,146,300)	(563,100)	(359,000)	(4,068,400)
Treasury-Revenue Sharing	(106,000)	0	(41,400,000)	(41,506,000)
Treasury-Strategic Fund	(1,166,200)	0	(19,000,000)	(20,166,200)
<b>Total</b>	<b>(\$207,036,900)</b>	<b>(\$21,701,100)</b>	<b>(\$127,472,600)</b>	<b>(\$356,210,600)</b>
<b>Less Negative Supplemental Reductions</b>	<b>(\$6,873,400)</b>			<b>(\$6,873,400)</b>
<b>Total Executive Order Reductions</b>	<b>(\$200,163,500)</b>	<b>(\$21,701,100)</b>	<b>(\$127,472,600)</b>	<b>(\$349,337,200)</b>
* Reductions for the Judiciary and the Legislature will be included in House Bill 4309 (S-1).				

# EXECUTIVE ORDER 2009-22

## DEPARTMENT OF AGRICULTURE

Program	Year-To-Date Gross Appropriation	Year-To-Date GF/GP Appropriation	FY 2008-09 Reduction Amount
1. <b>Rent and Building Occupancy Charges.</b> This reduction will shift the costs of this item to the various departmental divisions. Such a shift could result in the layoff of 5.0-10.0 FTEs.	\$1,231,500	\$513,200	(\$513,200)
2. <b>Environmental Stewardship - Michigan Agriculture Environmental Assurance Program (MAEAP) and Right-to-Farm Program.</b> The reduction eliminates funding for the two programs resulting in decreased technical assistance for farmers. The reductions are \$100,000 from MAEAP and \$95,000 from Right-to-Farm.	2,711,500	2,161,600	(195,000)
3. <b>Management Services - Regional Offices.</b> The reduction would result in the closure of regional offices in Grand Rapids, Traverse City, Southfield, and St. Joseph and the layoff of 6.0 FTEs.	1,725,800	1,589,300	(150,000)
4. <b>Pesticide and Plant Management – Reduce Inspections.</b> This reduction would result in decreased nursery, feed, and fertilizer inspections with the layoff of 5.0 FTEs.	12,073,000	4,312,200	(150,000)
5. <b>Laboratory Services – Seed Testing.</b> This reduction suspends the seed testing program. No layoffs are indicated.	6,318,800	2,937,100	(100,000)
6. <b>Information Technology.</b> This reduction is the result of administrative efficiencies.	1,525,000	225,500	(89,300)
7. <b>Internal Audit.</b> This reduction is the result of administrative efficiencies.	263,700	263,700	(47,500)
8. <b>Unclassified Salaries.</b> The reduction reflects savings due to a vacant position.	354,000	193,500	(35,000)
9. <b>Local Conservation Districts.</b> This adjustment would reduce the grant to the 79 local conservation districts by approximately \$2,000.	916,800	916,800	(160,000)
10. <b>Environmental Stewardship-Migrant Labor Housing.</b> This reduction suspends the establishment and inspection of migrant housing.	2,711,500	2,161,600	(150,000)

<b>11. Office of Racing Commissioner (ORC) – State Services Fee Fund.</b> This item reduces a total of \$3.8 million in State Services Fee Fund from the ORC and shifts that funding to the Michigan State Police. This reduction completely eliminates funding for the ORC.	3,811,000	0	(3,811,000)
<b>Note:</b> A proposed supplemental would restore \$2.4 million of this reduction through the use of Agriculture Equine Industry Development Fund monies shifted from horse racing line items (See Item #12).			
<b>12. Agriculture Equine Industry Development Fund – Horse Racing Line Items.</b> This item reduces two horse racing line items:	4,770,000	0	(2,400,000)
<ul style="list-style-type: none"> <li>• Thoroughbred Program (\$1.4 million reduction, leaving \$1.0 million); and</li> <li>• Purses and Supplements (\$1.0 million reduction, leaving \$1.4 million).</li> </ul>			
<b>Note:</b> This funding is to be shifted to the Office of Racing Commissioner in a proposed supplemental (See Item #11).			
<b>13. Bovine TB.</b> The GF/GP reduction is to be offset in a proposed supplemental with State Services Fee Fund dollars shifted from horse racing line items (See Item #14).	7,425,200	6,021,400	(1,466,800)
<b>14. State Services Fee Fund – Premiums-County and State Fairs.</b> This item reduces State Services Fee Fund dollars from horse racing premiums for races at county and State fairs.	1,614,000	0	(1,466,800)
<b>Note:</b> This funding is to be shifted to Bovine TB in a proposed supplemental to offset General Fund reductions in that line item (See Item #13).			
<b>15. Furlough Days</b>			(398,300)
<b>TOTAL REDUCTION:</b>			<b>(\$11,132,900)</b>

## EXECUTIVE ORDER 2009-22

### DEPARTMENT OF ATTORNEY GENERAL

Program	Year-To-Date Gross Appropriation	Year-To-Date GF/GP Appropriation	FY 2008-09 Reduction Amount
1. <b>Operations.</b> Administrative efficiencies that will require the layoff of between 21.0 and 42.0 FTE positions.	\$69,898,200	\$28,138,600	(\$1,259,600)
2. <b>Information Technology Services and Projects.</b> Provides for a Department of Information Technology statewide 4.0% administrative reduction.	772,000	772,000	(6,400)
3. <b>Furlough Days</b>			(463,800)
<b>TOTAL REDUCTION:</b>			<b>(\$1,729,800)</b>

## EXECUTIVE ORDER 2009-22

### DEPARTMENT OF CIVIL RIGHTS

Program	Year-To-Date Gross Appropriation	Year-To-Date GF/GP Appropriation	FY 2008-09 Reduction Amount
1. <b>Operations.</b> Administrative efficiencies that will require the layoff of between 27.0 and 30.0 FTE positions.	\$13,284,600	\$11,083,100	(\$466,700)
2. <b>Information Technology Services and Projects.</b> Provides for a Department of Information Technology statewide 4.0% administrative reduction that will require the layoff of 1.5 FTE positions.	830,200	815,200	(22,500)
3. <b>Furlough Days</b>			(166,600)
<b>TOTAL REDUCTION:</b>			<b>(\$655,800)</b>

## EXECUTIVE ORDER 2009-22

### DEPARTMENT OF COMMUNITY HEALTH

Program	Year-To-Date Gross Appropriation	Year-To-Date GF/GP Appropriation	FY 2008-09 Reduction Amount
<b>1. Local Public Health Operations.</b> The Executive Order reduces fourth quarter appropriations to the Local Public Health Operations line by 17.0%.	\$40,618,400	\$35,468,400	(\$1,535,600)
<b>2. Implementation of 1993 PA 133.</b> Actions taken with regard to implementation of PA 133 of 1993 will result in a reduction in the costs of producing and distributing informed consent materials.	50,000	50,000	(30,000)
<b>3. Worker's Compensation Program.</b> The Executive Order reflects a projected current-year lapse in this line item.	8,911,000	8,894,800	(900,000)
<b>4. Office of Long-Term Care Supports and Services.</b> The Executive Order also reflects a projected current-year lapse in this line item.	3,882,000	793,600	(90,000)
<b>5. Mental Health / Substance Abuse Administration.</b> The Executive Order recognizes a projected current-year lapse in this line and the elimination of a position in the Office of Recipient Rights assigned to the Mount Pleasant Center.	13,260,000	9,617,800	(92,000)
<b>6. Mental Health Court Pilot Programs.</b> The Executive Order recognizes the availability of ARRA Byrne Grant funds for this purpose and uses those funds to supplant GF/GP.	1,126,900	1,126,900	(800,000)
<b>7. Community Substance Abuse Prevention Programs.</b> The Executive Order uses carryforward substance abuse licensing/fines dollars to supplant GF/GP and reduces fourth quarter appropriations to this line by 17.0%.	84,968,000	17,406,300	(1,539,800)
<b>8. Center for Forensic Psychiatry.</b> The Executive Order recognizes a projected current-year lapse in this line.	59,386,000	54,398,200	(300,000)
<b>9. Health Plan Services.</b> The Executive Order replaces Medicaid funds used for medical support services with Title IV-D funds. This change is consistent with the recent recommendations issued by the Office of the Auditor General.	3,486,952,200	483,268,700	(400,000)
<b>10. Migrant Health Care.</b> The Executive Order eliminates fourth quarter appropriations to this line.	272,200	136,100	(34,000)
<b>11. Asthma Prevention and Control.</b> The Executive Order eliminates fourth quarter GF/GP appropriations to this line.	1,065,100	222,800	(55,700)

<b>12. Foster Grandparent Volunteer Program.</b> The Executive Order reduces fourth quarter appropriations to the Foster Grandparent Volunteer Program line by 17.0%.	2,813,500	2,813,500	(119,500)
<b>13. Senior Companion Volunteer Program.</b> The Executive Order reduces fourth quarter appropriations to the Senior Companion Volunteer Program line by 17.0%.	2,021,200	2,021,200	(85,900)
<b>14. Retired and Senior Volunteer Program.</b> The Executive Order reduces fourth quarter appropriations to the Retired and Senior Volunteer Program line by 17.0%.	790,200	790,200	(33,700)
<b>15. Community Services.</b> The Executive Order reduces fourth quarter appropriations to the Community Services line by 17.0%.	36,104,200	15,574,300	(661,900)
<b>16. Respite Care Program.</b> The Executive Order reduces fourth quarter appropriations to the Respite Care Program line by 17.0%.	6,800,000	0	(212,500)
<b>17. Severance Pay.</b> The Executive Order eliminates severance pay associated with previous closures of state facilities.	216,900	216,900	(216,900)
<b>18. State Disability Assistance Program Substance Abuse Services.</b> The Executive Order reduces fourth quarter appropriations to this line by 17.0%.	2,509,800	2,509,800	(106,700)
<b>19. Nutrition Services.</b> The Executive Order reduces fourth quarter appropriations to the Nutrition Services line by 17.0%.	37,922,500	11,280,300	(479,400)
<b>20. Immunization Local Agreements.</b> The Executive Order uses carryforward BioPort Trust fund Follars to supplant GF/GP.	13,990,300	2,312,100	(350,000)
<b>21. Eliminate Medicaid Pharmacy Dispensing Fee Increase.</b> The Medicaid Pharmacy dispensing fee was increased by \$0.25 per script on April 1, 2009. The Executive Order would remove this increase effective July 1, 2009. This reduction was included in the Governor's FY 2009-10 Department of Community Health (DCH) budget proposal.	240,959,100	95,777,800	(92,200)
<b>22. Eliminate FY 2005-06 Ambulance Services Provider Rate Increase.</b> Medicaid ambulance services reimbursement rates were increased by \$0.55 per statute mile in FY 2005-06. The Executive Order would repeal this increase effective July 1, 2009. This reduction was included in the Governor's FY 2009-10 DCH budget proposal.	22,760,100	4,242,600	(111,400)
<b>23. Remove Personal Care Services Excess Authorization.</b> The FY 2008-09 budget included excess authorization for the Personal Care Services line. This Executive Order adjustment would remove funding but would not reduce payment rates. This authorization reduction was included in the Governor's FY 2009-10 DCH budget proposal.	19,247,500	7,647,100	(197,000)



<b>24. Include Behavioral Health Drugs on the Medicaid Preferred Drug List.</b> Legislation passed in 2004 exempted behavioral health drugs from the Medicaid preferred drug list. The Executive Order assumes repeal of the 2004 legislation and assumes savings beginning July 1, 2009. This repeal of legislation was assumed in the Governor's FY 2009-10 DCH budget proposal.	240,959,100	95,777,800	(1,368,000)
<b>25. Increase Children's Special Health Care Services (CSHCS) Parent Participation Fees.</b> The Executive Order assumes an increase in the CSHCS parent participation fee from \$12 per month to \$15 per month, effective July 1, 2009. This increase was included in the Governor's FY 2009-10 DCH budget proposal.	188,568,100	85,853,500	(275,000)
<b>26. Eliminate Health Information Technology Initiatives Funding.</b> The Executive Order terminates funding for the Health Information Technology Initiatives line item, effective July 1, 2009. The elimination was included in the Governor's FY 2009-10 DCH budget proposal.	5,000,000	5,000,000	(1,072,600)
<b>27. Eliminate Special Financing Retainer for Hurley Hospital.</b> Hurley Hospital has been allowed to retain \$1.0 million in special financing revenue in past years. The Executive Order would terminate this retention effective July 1, 2009. The Governor's FY 2009-10 DCH budget proposal completely eliminated the retainer.	1,000,000	1,000,000	(250,000)
<b>28. Mental Health Initiatives for Older Persons.</b> The Executive Order would terminate funding for this program effective July 1, 2009. This reduction was included in the Governor's FY 2009-10 DCH budget proposal.	1,291,200	1,049,200	(262,300)
<b>29. Mental Health Respite Program.</b> The Executive Order would terminate funding for this program effective July 1, 2009. This reduction was included in the Governor's FY 2009-10 DCH budget proposal.	1,000,000	1,000,000	(250,000)
<b>30. Protection and Advocacy Contract.</b> The Executive Order would reduce funding for the protection and advocacy contract by 50% effective July 1, 2009. This 50.0% reduction was included in the Governor's FY 2009-10 DCH budget proposal.	777,400	777,400	(97,200)
<b>31. Methamphetamine Cleanup Administrative Funding.</b> Funding to cover local administrative costs for methamphetamine cleanups would be eliminated in the Executive Order, effective July 1, 2009. This program elimination was included in the Governor's FY 2009-10 DCH budget proposal.	100,000	100,000	(40,000)
<b>32. Rural Health Services.</b> The Executive Order would reduce funding for rural health services effective July 1, 2009. A full-year reduction was included in the Governor's FY 2009-10 DCH budget proposal.	1,404,400	126,000	(29,000)

<b>33. AIDS and Risk Reduction Clearinghouse and Media Campaign.</b> The Executive Order would eliminate funding for this line effective July 1, 2009. Because this line is funded with Restricted Michigan Health Initiative Fund revenue, the Restricted revenue would be used to supplant GF/GP in the Infectious Disease Control unit. This line was eliminated in the Governor's FY 2009-10 DCH budget proposal.	1,351,000	0	(540,400)
<b>34. Sexually Transmitted Disease Funding.</b> The FY 2008-09 DCH budget included \$750,000 to expand efforts to combat gonorrhea and Chlamydia. The Executive Order would remove fourth quarter funding for these efforts. This program expansion was eliminated in the Governor's FY 2009-10 DCH budget proposal.	750,000	750,000	(180,000)
<b>35. African-American Male Health Initiative.</b> The Executive Order would eliminate funding for this program effective July 1, 2009. This line was eliminated in the Governor's FY 2009-10 DCH budget proposal.	106,700	106,700	(42,800)
<b>36. Traumatic Brain Injury Pilot Programs.</b> The FY 2008-09 budget included \$300,000 for three pilot programs. Two of the projects have been contracted for, at a cost of \$200,000. There will be a proposed contingency fund transfer to cover half the cost of the two projects with Medicaid administrative match dollars, leading to a savings of \$100,000 GF/GP. The third project would be removed in the Executive Order, for an additional savings of \$100,000 GF/GP. The entire funding was eliminated in the Governor's FY 2009-10 DCH budget proposal.	300,000	300,000	(200,000)
<b>37. Family Planning Funding.</b> The Executive Order would reduce fourth quarter funding for family planning. The Governor's FY 2009-10 DCH budget proposal removed \$300,000 in funding.	9,793,800	797,700	(75,000)
<b>38. Public Health Physician Practice Project.</b> The FY 2008-09 DCH budget included funding to help train and recruit medical directors for local public health departments. The Executive Order would terminate funding for this program effective July 1, 2009. The Governor's FY 2009-10 DCH budget proposal assumed termination of this program.	600,000	300,000	(69,000)
<b>39. Special Needs Vision Clinic.</b> The FY 2008-09 DCH budget included funding for a special needs vision clinic in Saginaw. The Executive Order would terminate funding for this program effective July 1, 2009. The Governor's FY 2009-10 DCH budget proposal assumed termination of this program.	50,000	50,000	(12,500)
<b>40. Senior Olympics.</b> The Executive Order would terminate funding for the Senior Olympics effective July 1, 2009. The Governor's FY 2009-10 DCH budget proposal assumed termination of this program.	100,000	100,000	(20,000)

<b>41. Nurse Family Partnership Programs.</b> The Executive Order would terminate funding for the nurse family partnership programs effective July 1, 2009. The Governor's FY 2009-10 DCH budget proposal assumed termination of this program. The Healthy Michigan Fund portion of the nurse family partnership reduction, a reduction of \$50,000, is addressed in the next item.	1,622,100	811,000	(202,800)
<b>42. Reductions to Healthy Michigan Fund Programming.</b> Most program funding would be terminated in the Executive Order, effective July 1, 2009. Reductions would include Alzheimer's Information Network (\$116,000), Arthritis (\$12,500), Cancer Prevention and Control (\$397,700), Cardiovascular Health (\$200,000), Dental Programs (\$37,500), Diabetes Local Agreements (\$377,500), Morris Hood Diabetes Outreach (\$160,000), Family Planning (\$102,000), Health Disparities (\$225,000), Huntington's Disease (\$12,500), Immunization Registry (\$519,100), Infant Mortality (\$225,000), Nurse Family Partnership (\$50,000), Lead Poisoning Prevention (\$250,000), Maternal/Child Health Services (\$61,500), Osteoporosis (\$50,000), Parkinson's Disease (\$20,000), Physical Fitness (\$280,000), Poison Control (\$75,000), Pregnancy Prevention (\$21,400), Senior Nutrition Services (\$167,000), Smoking Prevention (\$272,500), Tobacco Tax Enforcement (\$152,500), and Training and Evaluation for Local Public Health (\$55,000). This reflects reductions to all Healthy Michigan Fund programs except for School Health and Education Programs (the "Michigan Model") and the Maternity Outpatient Medical Services (MOMs) program. GF/GP savings would occur from shifting Healthy Michigan Fund dollars to support the Medicaid program, thus supplanting GF/GP.	40,969,600	0	(3,839,700)
<b>43. Elimination of the Single Point of Entry Program.</b> Effective June 1, the Executive Order eliminates funding for the four Single Point of Entry pilot programs currently operating in the State.	12,724,200	6,362,100	(2,100,000)
<b>44. Elimination of Optional Medicaid Services.</b> The Executive Order eliminates the following optional Medicaid services provided to adults in the State in the fourth quarter: Chiropractic Services (\$64,300); Podiatric Services (\$90,100); Nonemergency Transportation (\$1,271,100); Optometric Services (\$309,800); Hearing Aids (\$135,300); and Dental Services (\$2,946,900).	NA	NA	(3,304,200)
<b>45. Reduction to Community Mental Health (CMH) non-Medicaid Services.</b> Funding would be reduced effective July 1, 2009.	322,027,700	322,027,700	(10,000,000)

<b>46. Medicaid Hospital Services 4.0% Reduction.</b> The Executive Order would reduce Medicaid hospital reimbursement rates by 4%, effective July 1, 2009. This reduction would require a change to the Quality Assurance Assessment Program statute.	1,147,085,300	58,189,900	(1,220,500)
<b>47. Medicaid Physician Services 4.0% Reduction.</b> The Executive Order would reduce Medicaid physician services reimbursement rates by 4.0%, effective July 1, 2009.	256,478,800	101,898,900	(752,000)
<b>48. Medicaid Auxiliary Medical Services 4.0% Reduction.</b> The Executive Order would reduce payments to providers paid from the Auxiliary Medical Services line by 4.0%, effective July 1, 2009.	9,668,600	3,841,300	(28,400)
<b>49. Medicaid Ambulance Services 4.0% Reduction.</b> The Executive Order would reduce Medicaid ambulance services reimbursement rates by 4.0%, effective July 1, 2009.	22,760,100	4,242,600	(36,500)
<b>50. Medicaid Nursing Home Services 4.0% Reduction.</b> The Executive Order would reduce Medicaid nursing home services rates by 4.0%, effective July 1, 2009.	1,517,691,200	290,962,900	(3,154,500)
<b>51. Medicaid Laboratory and Supply Services 4.0% Reduction.</b> The Executive Order would reduce Medicaid payment rates for laboratory services, supplies, and orthotics and prosthetic services by 4.0%, effective July 1, 2009.	240,959,100	95,777,800	(155,900)
<b>52. Adjustment to Medicaid Health Plan Services Actuarially Sound Rates.</b> As many provider payments made by Medicaid health plans are made at the Medicaid fee for service rate, the above reductions lead to lower costs for the health plans. The Executive Order assumes savings, effective July 1, 2009, from a reduction in actuarially sound payment rates to the Medicaid HMOs.	3,486,952,200	483,268,700	(7,662,300)
<b>53. Merit Award Trust Fund Revenue.</b> The Executive Order recognizes available Merit Award Trust Fund revenue from the aging respite care program and from reductions in Treasury and Higher Education to offset GF/GP in the Medicaid program.	NA	NA	(5,100,000)
<b>54. Reflection of Funding Shifts.</b> The Executive Order recognizes the availability of additional restricted funds that are used to supplant GF/GP. This includes restricted funds tied to the Healthy Michigan Fund (\$3,839,700), the AIDS and risk reduction clearinghouse (\$540,400), and the Respite care program (\$212,500). Transfers and/or supplemental appropriation bills will be required to complete these funding shifts.	NA	NA	(4,592,600)
<b>55. Furlough Days</b>			(2,310,700)
<b>TOTAL REDUCTION:</b>			<b>(\$57,688,100)</b>

## EXECUTIVE ORDER 2009-22

### DEPARTMENT OF CORRECTIONS

Program	Year-To-Date Gross Appropriation	Year-To-Date GF/GP Appropriation	FY 2008-09 Reduction Amount
1. <b>Vehicle Rate Reduction.</b> The Department of Management and Budget reduced the rate departments pay for using State vehicles. The original rate was based on the assumption that gasoline would cost an average of \$3.86 per gallon, and the rate has since been revised to reflect an average annual cost for the fiscal year of \$2.25 per gallon.	N/A	N/A	(\$1,000,000)
2. <b>Furlough Days</b>			(9,470,400)
<b>TOTAL REDUCTION:</b>			<b>(\$10,470,400)</b>

## EXECUTIVE ORDER 2009-22

### DEPARTMENT OF EDUCATION

Program	Year-To-Date Gross Appropriation	Year-To-Date GF/GP Appropriation	FY 2008-09 Reduction Amount
1. <b>Central Support Operations.</b> The reduction reflects a one-time position downgrade.	\$3,177,600	\$901,100	(\$16,500)
2. <b>Special Education Operations.</b> The reduction reflects savings due to a vacant position.	11,446,800	309,900	(57,500)
3. <b>School Improvement Operations.</b> The reduction reflects savings due to a vacant position.	18,031,200	432,600	(218,500)
4. <b>School Finance and Law Operations.</b> The reduction reflects savings due to a vacant position.	2,991,800	1,029,000	(3,500)
5. <b>Furlough Days</b>			(67,500)
<b>TOTAL REDUCTION:</b>			<b>(\$363,500)</b>

## EXECUTIVE ORDER 2009-22

### DEPARTMENT OF ENERGY, LABOR, AND ECONOMIC GROWTH

Program	Year-To-Date Gross Appropriation	Year-To-Date GF/GP Appropriation	FY 2008-09 Reduction Amount
1. <b>No Worker Left Behind.</b> This program provides dislocated workers up to two years of education or training in high demand occupations. This is the second year that GF/GP has been made available for this program. These funds were allocated in boilerplate for adult basic education, community college capacity building, and additional funding to the local Michigan Works! Agencies that award these funds to the education and training providers on behalf of the individual. Of this reduction, \$2.5 million is from the elimination of funding for the community college capacity building program. Overall this is a 52.0% reduction in these funds bringing the total appropriation to \$7,163,400 GF/GP.	130,647,400	15,000,000	(7,836,600)
2. <b>Housing and Community Development Fund.</b> This reduction would eliminate GF/GP funding for this program. The Fund is included in the Michigan Housing Development Authority Act, MCL 125.1458c and 125.1458d, and is administered by MSHDA to provide funding to local units of government to increase affordable housing to extremely low income individuals around the State.	2,163,400	2,163,400	(2,163,400)
3. <b>Fire Fighters Training Council.</b> This reduction will be achieved through unfilled vacancies during the balance of the fiscal year. There are 8.0 FTEs appropriated in this line. This line was reduced by \$30,000 in E.O. 2008-21 and the Governor and Senate are recommending an additional \$10,000 reduction in FY 2009-10.	1,716,400	1,321,400	(495,000)
4. <b>Fire Marshall Program.</b> This reduction will be achieved through unfilled vacancies during the balance of the fiscal year. There are 5.0 FTEs appropriated in this line. This line was reduced by \$15,000 in E.O. 2008-21 and the Governor and the Senate are recommending an additional \$5,000 reduction in FY 2009-10.	438,100	438,100	(50,000)
5. <b>Bureau of Workers' Compensation – Administration.</b> This reduction will be achieved by maintaining unfilled vacancies through the balance of the fiscal year. There are 96.6 FTEs appropriated in this line. This line was reduced by \$600,000 in E.O. 2008-21 and both the Governor and the Senate are recommending an additional \$200,000 reduction in FY 2009-10.	9,312,500	6,971,500	(768,000)

<p><b>6. Bureau of Workers' Compensation – Board of Magistrates and Appellate Commission.</b> This reduction will be achieved by maintaining unfilled vacancies through the balance of the fiscal year. There are 19.4 FTEs appropriated in this line. This line was reduced by \$31,500 in E.O. 2008-21 and both the Governor and the Senate are recommending an additional \$10,500 reduction in FY 2009-10.</p>	3,449,100	1,426,800	(304,100)
<p><b>7. Wage and Hour Division.</b> This reduction will be achieved by maintaining unfilled vacancies through the balance of the fiscal year. There are 35.0 FTEs appropriated in this line.</p>	3,090,800	327,900	(12,000)
<p><b>8. Michigan Rehabilitation Services.</b> This reduction will be achieved by maintaining unfilled vacancies through the balance of the fiscal year. There are 513.5 FTEs appropriated in this line. This reduction could result in a loss of up to \$370,000 in federal funds by reducing our match amount. The amount of the lost match will depend on any additional local or private funds that can be raised to offset this reduction.</p>	70,535,300	7,479,700	(100,000)
<p><b>9. Workforce Programs Administration.</b> This reduction will be achieved by maintaining unfilled vacancies through the balance of the fiscal year. There are 61.0 FTEs appropriated in this line. This line was reduced by \$150,000 in E. O. 2008-21 and both the Governor and the Senate are recommending an additional \$50,000 reduction in FY 2009-10.</p>	12,717,500	563,900	(100,000)
<p><b>10. Focus: HOPE.</b> This reduction would eliminate the fourth quarter allotment from the GF/GP portion of this grant. This 10.0% reduction brings the GF/GP appropriation to \$774,200.</p>	5,860,200	860,200	(86,000)
<p><b>11. Vocational Rehabilitation Services/Centers for Independent Living.</b> This reduction would bring the GF/GP appropriation back to the level of FY 2007-08. The enacted bill increased this line by \$500,000 for FY 2008-09 by appropriating Corporation Fees. These fees, if not expended, lapse to the General Fund at the close of the fiscal year.</p>	3,579,700	2,109,500	(500,000)



<b>12. Michigan Nursing Corps.</b> This program was created in FY 2007-08 to respond to the nursing shortage. The program is designed to address the need for nursing instructors and faculty required to increase the capacity for nursing students. This reduction would lapse the remaining uncommitted balance in this line. This reduction will eliminate the funds allocated to develop the clinical faculty curriculum and the 2 <sup>nd</sup> degree accelerated nursing program for dislocated workers who already possess a bachelor's degree. Funds already awarded to the Detroit Medical Center, Northern Michigan University, Saginaw Valley University, Wayne State University, Eastern Michigan University, and Michigan State University will not be affected.	5,000,000	5,000,000	(454,400)
<b>13. Commission on Spanish Speaking Affairs.</b> This reduction will be achieved by accelerating the lapse amount expected at the close of FY 2008-09.	252,700	252,700	(15,000)
<b>14. Commission for the Blind.</b> This reduction will be achieved through administrative efficiencies and reduced expenditures for CSS&M. The reduction may result in the loss of up to \$87,500 in Federal funding due to the match requirement. There is the possibility that additional local or private funds could be used to restore these funds and alleviate any reduction in Federal funds, should they become available.	19,684,900	4,262,300	(23,700)
<b>15. JET Plus.</b> This reduction to a boilerplate appropriation allows Federal Temporary Assistance for Needy Families (TANF) funding to be used to offset a GF/GP reduction in the Department of Human Services (DHS). See item #2 in DHS.	21,000,000	0	(14,000,000)
<b>16. Furlough Days</b>			(160,700)
<b>TOTAL REDUCTION:</b>			<b>(\$27,068,900)</b>

# EXECUTIVE ORDER 2009-22

## DEPARTMENT OF ENVIRONMENTAL QUALITY

Program	Year-To-Date Gross Appropriation	Year-To-Date GF/GP Appropriation	FY 2008-09 Reduction Amount
1. <b>Water Pollution Control and Drinking Water Revolving Fund.</b> The reduction would eliminate/reduce the State match.	\$85,139,200	\$2,196,200	(\$2,196,200)
2. <b>Mineral Wells Management.</b> The reduction would require the transfer of a GF/GP funded employee to restricted funding under the Oil and Gas Regulatory Program.	245,900	73,400	(73,400)
3. <b>Radiological Protection Program.</b> The reduction is made possible via vacancy savings.	1,407,100	389,700	(50,000)
4. <b>Building Occupancy Charges.</b> GF/GP reductions will be gained by a fund shift to a restricted revenue source (Environmental Protection Fund) via legislative transfer.	7,116,600	1,589,400	(874,900)
5. <b>Air Quality Programs.</b> The reduction is made possible via vacancy savings.	26,092,000	7,426,700	(220,000)
6. <b>Drinking Water and Environmental Health.</b> The reductions will be taken due to efficiencies in on-site waste water programs.	16,176,600	3,001,800	(60,000)
7. <b>Water Withdrawal Assessment Program.</b> Reductions will be taken by not filling current position vacancies.	729,000	404,000	(80,000)
8. <b>Pollution Prevention and Technical Assistance.</b> Reductions will be taken through program efficiencies.	5,292,600	910,200	(281,800)
9. <b>Office of the Great Lakes.</b> Reductions will be taken by not filling current position vacancies.	1,053,200	41,300	(41,300)
10. <b>Underground Storage Tank Program.</b> Savings will be realized via a shift from GF/GP to a restricted fund source (Refined Petroleum Fund) via legislative transfer.	3,388,900	984,800	(821,900)
11. <b>Aboveground Storage Tank Program.</b> Savings will be realized via a shift from GF/GP to a restricted fund source (Refined Petroleum Fund) via legislative transfer.	757,900	394,700	(175,000)
12. <b>Furlough Days</b>			(290,600)
<b>TOTAL SAVINGS:</b>			<b>(\$5,165,100)</b>

## EXECUTIVE ORDER 2009-22

### EXECUTIVE OFFICE

Program	Year-To-Date Gross Appropriation	Year-To-Date GF/GP Appropriation	FY 2008-09 Reduction Amount
1. <b>Executive Office.</b> Administrative efficiencies (excluding the salaries for the Governor and Lt. Governor) that will require the layoff of between 0.0 and 5.0 FTE positions.	\$4,166,600	\$4,166,600	(\$197,200)
2. <b>Furlough Days</b>			(82,000)
<b>TOTAL REDUCTION:</b>			<b>(\$279,200)</b>

## EXECUTIVE ORDER 2009-22

### HIGHER EDUCATION

Program	Year-To-Date Gross Appropriation	Year-To-Date GF/GP Appropriation	FY 2008-09 Reduction Amount
<p><b>1. Michigan Promise Grants.</b> Public Act 479 of 2006 created the Michigan Promise Grant Program to provide merit-based grants of up to \$4,000 to students who score well on the high school Merit Exam and/or who complete two years of postsecondary education with at least a 2.5 grade point average. The FY 2008-09 appropriation pays for the \$1,000 biennial grants (\$1,000 per year for the first two years of study) for students from the high school graduating classes of 2007 and 2008 who are enrolled in college and who scored well on the Merit Exam in high school.</p> <p>Promise Grants are funded from the Michigan Merit Award Trust Fund. There were approximately 40,000 certified qualifiers in the class of 2007 and only 35,288 in the class of 2008 which will likely result in lower-than-projected FY 2008-09 spending for Promise Grants. The State Budget Office is projecting an FY 2008-09 year-end balance of approximately \$11.0 million.</p> <p>The proposed \$5.0 million reduction in Merit Award Trust Fund revenue for Promise Grants would allow a fund shift to the Department of Community Health (DCH). State GF/GP in DCH would be replaced with Trust Fund revenue to achieve a GF/GP savings of \$5.0 million.</p>	\$80,500,000	\$0	(\$5,000,000)
<b>TOTAL REDUCTION:</b>			<b>(\$5,000,000)</b>

## EXECUTIVE ORDER 2009-22

### DEPARTMENT OF HISTORY, ARTS, AND LIBRARIES

Program	Year-To-Date Gross Appropriation	Year-To-Date GF/GP Appropriation	FY 2008-09 Reduction Amount
1. <b>State Aid to Libraries.</b> The line provides State aid to eligible local public and cooperative libraries pursuant to a statutory formula which is prorated based on the level of appropriations. The reduction would decrease payments to libraries by 4.0% or \$400,000 GF/GP.	\$10,000,000	\$10,000,000	(\$400,000)
2. <b>Library of Michigan Operations.</b> This line item funds 69.0 FTEs and provides operating funding for the libraries. EO 2008-21 reduced the line by \$202,900 GF/GP. This decrease would reduce spending by \$227,000 from the layoff of 10.0 FTEs consisting of 19 part-time student employees, 1 part-time seasonal worker, and maintaining other vacancies. An additional \$101,500 reduction would be taken in contractual services, supplies, and materials.	5,953,800	5,748,800	(344,500)
3. <b>Subregional State Aid.</b> This program provides grant funding to the 12 libraries that provide services to persons with disabilities. The reduction would decrease funding by 4.0% or \$20,200 GF/GP, decreasing the grant to each library by \$1,683.	505,000	505,000	(20,200)
4. <b>Arts and Cultural Grants.</b> This program provides competitive grants for a wide variety of arts organizations and projects. The proposed reduction would decrease grants by 4.0% or \$286,000 GF/GP. The Michigan Council for Arts and Cultural Affairs would determine how the cuts would be distributed.	8,037,900	7,145,900	(286,000)
5. <b>Administration - Michigan Council for Arts and Cultural Affairs.</b> The line funds the administration for Arts and Cultural Grants including 5.0 FTEs. The proposed reduction would come from reductions in contracts services, supplies, and materials.	529,300	421,300	(26,000)
6. <b>Cultural Economic Development.</b> The line supports 2.0 FTE positions involved in linking arts and cultural activities to economic development. The proposed reduction would come from savings in spending on contractual services and supplies.	360,600	309,600	(24,000)
7. <b>Mackinac Island Park Operation.</b> The line item funds 24.0 FTEs at the Mackinac State Park Commission. EO 2008-21 reduced the line by \$17,400. The proposed savings of \$57,000 GF/GP would be realized by reducing expenditures for seasonal employees, supplies, and maintenance.	1,654,100	1,390,900	(57,000)

<b>8. Mackinac Island Historical Facilities System.</b> The line item supports the maintenance of historical sites and monuments operated by the Mackinac Island Commission including Mackinac Island State Park, Old Mackinac Point Lighthouse, Colonial Michilimackinac, and Historic Mill Creek Discovery Park and funds 15.0 FTEs. Reductions would be made in spending for seasonal employees, supplies, and maintenance.	2,052,800	181,700	(57,000)
<b>9. Historical Administration and Services.</b> The line item supports the administration of the historical programs for the Department including the Michigan Historical Center and 63 FTEs. The reductions would close the Sanilac Petroglyphs at Cass City, and the Civilian Conservation Corps Museum at North Higgins Lake State Park near Roscommon. In addition, hours at other field sites would be reduced, vacancies would be maintained, and \$75,000 would be saved in contractual services, supplies, and materials. Available Federal revenue of \$10,000 would be used to offset a portion of the reduction.	5,891,800	5,492,900	(312,100)
<b>10. Thunder Bay National Marine Sanctuary.</b> The line item supports the museum facility. EO 2008-21 reduced the line by \$2,500. The proposal would reduce expenditures on contracts, supplies, and materials.	199,500	199,500	(50,000)
<b>11. Furlough Days</b>			(239,000)
<b>TOTAL REDUCTION:</b>			<b>(\$1,815,800)</b>

## EXECUTIVE ORDER 2009-22

### DEPARTMENT OF HUMAN SERVICES

Program	Year-To-Date Gross Appropriation	Year-To-Date GF/GP Appropriation	FY 2008-09 Reduction Amount
<b>1. ARRA Child Support Savings.</b> Language in the American Recovery and Reinvestment Act (ARRA) Federal stimulus bill permitted states to use Federal Child Support Incentive Grant revenue as the non-Federal match for Title IV-D reimbursement to the Michigan Office of Child Support. This allowed Michigan to reduce GF/GP used to match Title IV-D by \$16.7 million.	N/A	N/A	(\$16,700,000)
<b>2. JET Plus.</b> The FY 2008-09 appropriation provided one-time carryforward Temporary Assistance for Needy Families (TANF) funding for an enhanced education and training program called JET Plus. The TANF was used to replace GF/GP spending in the Department of Human Services (DHS) appropriation.	37,775,100	21,686,300	(14,000,000)
<b>3. Employment and Training.</b> In recent years the GF/GP expenditure in the Employment and Training Support Services line has fallen below appropriated levels. The EO reduced the appropriation to the line to meet the spending trend.	37,775,100	21,686,300	(10,439,000)
<b>4. SSI Supplementation.</b> The EO eliminated State Supplemental Security Income (SSI) payments to independent living recipients. Michigan will need Federal approval to implement this change.	59,480,800	59,480,800	(9,925,600)
<b>5. CDC Quality Assurance Savings.</b> The FY 2008-09 DHS appropriation provided about \$2.5 million Gross for information technology and staff changes to ensure greater oversight of payments made through the Child Day Care (CDC) program. The EO recognized GF/GP savings associated with greater oversight of CDC payments.	370,516,400	106,302,000	(5,700,000)
<b>6. Community Protection and Permanency.</b> In recent years TANF expenditure for services to at-risk children through the Community Protection and Permanency line has fallen below appropriated levels. The EO reduced the appropriation to this line to recognize this spending trend. The TANF was used to replace current GF/GP spending in the DHS appropriation.	21,802,800	0	(4,000,000)
<b>7. Subsidized Guardianship.</b> The FY 2008-09 DHS appropriation provided \$4.6 million GF/GP for the creation of a reimbursement program for legal guardians. The program has not been implemented to date, reducing GF/GP need in the line.	4,575,000	4,575,000	(3,974,000)
<b>8. BCAL Adjustment.</b> The Bureau of Child and Adult Licensing (BCAL) will have access to more Federal funding in FY 2008-09 reducing GF/GP need in the line.	20,997,900	7,924,200	(3,000,000)

<b>9. Local Office Allocation Reduction.</b> The EO reduced funding provided to local offices for emergency services to clients by 11.0%.	21,865,500	11,493,400	(2,300,000)
<b>10. Before and After School Grants.</b> The EO reduced TANF for grants to before and after school programs in FY 2008-09. The TANF replaced current GF/GP in the DHS appropriation.	370,516,400	106,302,000	(2,180,000)
<b>11. Strong Families / Safe Children.</b> The FY 2008-09 DHS appropriation provided \$2.0 million in carryforward TANF funding to offset a reduction for Strong Families/ Safe Children family preservation grants. The EO used this TANF funding to reduce GF/GP spending.	12,902,100	0	(2,000,000)
<b>12. FIP Work Incentive.</b> The FY 2008-09 DHS appropriation provided \$1.8 million GF/GP for incentive payments of \$50.00 to individuals enrolled in the Family Independence Program (FIP) who had met Federal work requirements for three consecutive months.	337,299,600	197,580,800	(1,778,300)
<b>13. Food Stamp Reinvestment.</b> When Michigan does not meet Federal eligibility accuracy standards in the Food Assistance Program (FAP) the Federal government mandates State expenditure on efforts to improve accuracy. Positive changes in the error rate in Michigan have reduced the amount of GF/GP necessary for food stamp reinvestment expenditure.	8,663,800	8,663,800	(1,700,000)
<b>14. CDC Rate Reduction.</b> The EO reduced reimbursement rates to providers of day care services by 1.25%.	370,516,400	106,302,000	(1,650,000)
<b>15. Teenage Parent Counseling.</b> The EO reduced TANF available for grants to programs serving teenage parents. The TANF was used to reduce GF/GP in the DHS appropriation.	3,816,800	25,500	(1,300,000)
<b>16. Community Services Block Grant (CSBG).</b> The EO reduced TANF funding distributed through the CSBG line in FY 2008-09. This TANF was used to reduce GF/GP in the DHS appropriation.	62,818,000	0	(1,200,000)
<b>17. Family Preservation Administration.</b> The EO reduced TANF and GF/GP appropriated for the administration of family preservation programs operated by DHS. The TANF was used to replace GF/GP in the DHS appropriation.	2,156,800	154,100	(1,100,000)
<b>18. Indigent Burial.</b> The EO reduced payment rates to funeral directors, cemeteries, crematoriums, and vaults by 23.0%.	5,909,300	5,478,400	(1,025,000)
<b>19. Adoption Support Services.</b> The EO reduced GF/GP in the Adoption Support Services by \$1.0 million, on a one-time basis, to meet anticipated FY 2008-09 expenditure.	17,797,600	10,503,200	(1,000,000)



<b>20. Zero to Three Grant.</b> The EO reduced TANF allocated for early childhood grants through the Zero to Three Program. The TANF was used to reduce GF/GP in the DHS appropriation.	3,843,800	0	(1,000,000)
<b>21. Marriage Initiative.</b> The EO reduced TANF allocated to the Marriage Initiative line to meet anticipated current year expenditure. The TANF was used to reduce GF/GP in the DHS appropriation.	2,475,000	0	(950,000)
<b>22. CDC Administration.</b> Funding for administrative functions within the child day care program was reduced to meet actual anticipated FY 2008-09 expenditure.	370,516,400	106,302,000	(900,000)
<b>23. Family Group Decision Making.</b> The EO reduced TANF allocated for family preservation activities provided through the Family Group Decision Making line. The TANF was used to reduce GF/GP in the DHS appropriation.	2,454,700	0	(802,200)
<b>24. Fatherhood Initiative.</b> The EO reduced TANF allocated to the Fatherhood Initiative line for grants to organizations providing parental education services. The TANF was used to replace GF/GP in the DHS appropriation.	1,725,000	0	(800,000)
<b>25. Families First.</b> The EO reduced TANF allocated for family preservation services provided through the Families First program. The TANF was used to replace GF/GP in the DHS appropriation.	16,946,700	0	(750,000)
<b>26. Day Care Licensure.</b> The EO recognized one-time GF/GP savings in the AFC, Children's Welfare, and Day Care Licensure line. The savings were associated with larger-than-anticipated Federal earnings in FY 2008-09.	20,997,900	7,924,200	(500,000)
<b>27. State Disbursement Unit.</b> The EO recognized one-time contract savings achieved in the State Disbursement Unit line in FY 2008-09.	18,508,900	6,716,100	(500,000)
<b>28. Kent County Demonstration Project.</b> The FY 2008-09 DHS appropriation provided \$300,000 for the administration of foster care pilot project. The EO eliminated the funding for the operation of the pilot project.	300,000	300,000	(300,000)
<b>29. Bridges to Responsible Adulthood.</b> The FY 2008-09 DHS appropriation provided \$1.0 million Gross / \$200,000 GF/GP for a program targeted at older foster children. The EO eliminated funding for the program.	1,000,000	200,000	(200,000)
<b>30. IT Services and Projects.</b> The EO assumed GF/GP savings associated with information technology server changes.	102,044,200	41,711,200	(165,000)
<b>31. Communities in Schools.</b> The FY 2008-09 DHS appropriation provided funding for a new program that provided human service supports in schools. The EO eliminated the program.	200,000	200,000	(150,000)

<b>32. Community Support Services.</b> The EO reduced the GF/GP allocated to the Community Support Services line in the Bureau of Juvenile Justice budget unit to account for actual anticipated expenditure in FY 2008-09.	1,495,500	1,495,500	(100,000)
<b>33. Boys and Girls Club Grant.</b> The EO eliminated a GF/GP grant to the Boys and Girls club.	370,516,400	106,302,000	(62,500)
<b>34. Family Formation Grant.</b> The EO eliminated a TANF grant for a family formation program. The TANF funding was used to replace GF/GP in the DHS appropriation.	37,775,100	21,686,300	(50,000)
<b>35. ECIC Funding.</b> The EO reduced GF/GP allocated to the Early Childhood Investment Corporation.	14,823,000	200,000	(50,000)
<b>36. Black Child and Family Institute Grant.</b> The EO eliminated a GF/GP grant provided to the Black Child and Family Institute in Lansing.	100,000	100,000	(50,000)
<b>37. Michigan Community Service Commission.</b> The EO reduced GF/GP allocated to the Michigan Community Service Commission to meet actual anticipated FY 2008-09 expenditure.	10,708,100	1,312,600	(50,000)
<b>38. Youth Commonwealth Grant.</b> The EO reduced TANF support for the Grand Rapids Youth Commonwealth. The TANF was used to replace GF/GP in the DHS appropriation.	370,516,400	106,302,000	(31,600)
<b>39. Michigan After School Partnership Grant.</b> The EO reduced Federal funding allocated to the Michigan After School Partnership. The Federal funding was used to replace GF/GP in the DHS appropriation.	370,516,400	106,302,000	(25,000)
<b>40. Youthville Detroit Grant.</b> The EO reduced a GF/GP grant to the Youthville facility in Detroit.	9,363,000	649,100	(11,000)
<b>41. Cascade Engineering Grant.</b> The EO reduced a TANF grant provided to Cascade Engineering in Grand Rapids. The TANF was used to replace GF/GP in the DHS appropriation.	37,775,100	21,686,300	(10,000)
<b>42. Adjustment to Recognize GF/GP Impact of Federal Reductions.</b> The EO reduced GF/GP in the Child Care Fund, Field Staff Salaries and Wages, Payroll Taxes and Fringe Benefits, and Early Childhood Investment Corporation lines. This adjustment was made to account for the GF/GP impact of Executive Order reductions in lines supported by Federal funding. Future legislative action will be necessary to increase Federal authorization in these lines.	N/A	N/A	(23,443,200)
<b>43. Furlough Days</b>			(5,055,600)
<b>TOTAL REDUCTION:</b>			<b>(\$120,928,000)</b>

## H.B. 4309 (S-1)

### JUDICIARY

Program	Year-To-Date Gross Appropriation	Year-To-Date GF/GP Appropriation	FY 2008-09 Reduction Amount
<b>1. General Fund Reductions.</b> This represents a 4.0% General Fund reduction affecting the following line items: (\$502,000) in Supreme Court Administration; (\$100,800) for the Judicial Institute; (\$276,300) for the State Court Administrative Office; (\$118,800) for judicial information systems; (\$34,800) for the Foster Care Review Board; (\$31,600) for drug treatment courts; (\$26,400) for pilot mental health court programs; (\$822,300) for Court of Appeals operations; (\$40,500) for the Judicial Tenure Commission; (\$183,400) for the appellate public defender program; (\$33,000) for appellate assigned counsel administration; and (\$678,700) for Court Equity Fund reimbursements. The reduction was applied proportionally to line items containing General Fund, excluding judicial salaries. These savings will be achieved through a combination of layoffs, furlough days, and unfilled vacancies.	\$136,572,200	\$63,331,000	(\$2,848,600)
<b>TOTAL REDUCTION:</b>			<b>(\$2,848,600)</b>

## H.B. 4309 (S-1)

### LEGISLATIVE AUDITOR GENERAL

Program	Year-To-Date Gross Appropriation	Year-To-Date GF/GP Appropriation	FY 2008-09 Reduction Amount
1. <b>Field Operations.</b> Administrative 4.0% reductions made to the Unclassified Positions and Field Operations line items.	\$15,891,200	\$12,549,800	(\$502,000)
<b>TOTAL REDUCTION:</b>			<b>(\$502,000)</b>

## H.B. 4309 (S-1)

### LEGISLATURE

Program	Year-To-Date Gross Appropriation	Year-To-Date GF/GP Appropriation	FY 2008-09 Reduction Amount
1. <b>Legislature.</b> Proportional 4.0% reductions made to the following line items: Senate (\$971,300); House of Representatives (\$1,282,400); automated data processing (\$183,000); and the Senate and House Fiscal Agencies (\$128,800 each). The reductions do not include legislator salaries, expense allowances, or travel allowances.	\$85,655,100	\$85,655,100	(\$2,694,300)
2. <b>Legislative Council.</b> Proportional 4.0% reductions made to the Legislative Council (\$388,400) and automated data processing (\$55,000) line items.	11,485,000	11,085,000	(443,400)
3. <b>Property Management.</b> Proportional 4.0% reductions made to the Cora Anderson House Office Building (\$309,400) and the Farnum Building (\$75,700).	9,625,600	9,625,600	(385,100)
<b>TOTAL REDUCTION:</b>			<b>(\$3,522,800)</b>

# EXECUTIVE ORDER 2009-22

## DEPARTMENT OF MANAGEMENT & BUDGET

Program	Year-To-Date Gross Appropriation	Year-To-Date GF/GP Appropriation	FY 2008-09 Reduction Amount
1. <b>Executive Operations.</b> Administrative savings due to existing vacant position.	\$1,489,600	\$514,700	(\$5,000)
2. <b>Administrative Services.</b> Administrative savings due to existing vacant position.	5,238,300	750,400	(5,000)
3. <b>Budget and Financial Management.</b> Administrative savings due to existing vacant positions and efficiencies in operations.	16,654,200	7,940,900	(160,000)
4. <b>Business Support Services.</b> Administrative savings from reorganization of Purchasing Services and vacancies in the Supplier Diversity Program.	8,354,800	4,281,200	(105,000)
5. <b>Office of Children's Ombudsman.</b> Administrative savings due to existing vacant position.	1,485,000	1,485,000	(110,000)
6. <b>Information Technology Services and Projects.</b> Provides for a Department of Information Technology (DIT) statewide 4.0% administrative reduction and savings from projected year-end lapses.	28,175,700	13,555,700	(879,000)
7. <b>Civil Service Commission - Agency Services.</b> Administrative savings due to existing vacant positions and efficiencies in operations.	13,264,400	1,253,300	(325,600)
8. <b>Civil Service Commission - Executive Direction.</b> Administrative savings due to existing vacant positions and efficiencies in operations.	7,675,200	3,880,300	(150,000)
9. <b>Civil Service Commission - Audit and Compliance.</b> Savings due to elimination of the Office of Great Workplace Development (4.0 FTE positions) and administrative savings from other existing vacancies.	2,044,000	273,500	(265,500)
10. <b>Civil Service Commission - Human Resource Operations.</b> Administrative savings due to existing vacant positions and efficiencies in operations.	35,076,700	20,455,500	(160,100)
11. <b>Civil Service Commission - Information Technology Services and Projects.</b> Provides for a DIT statewide 4.0% administrative reduction and administrative savings due to existing vacant positions and efficiencies in operations.	4,244,000	1,631,000	(200,000)
12. <b>Furlough Days</b>			(621,800)
<b>TOTAL REDUCTION:</b>			<b>(\$2,987,000)</b>

# EXECUTIVE ORDER 2009-22

## DEPARTMENT OF MILITARY AND VETERANS AFFAIRS

Program	Year-To-Date Gross Appropriation	Year-To-Date GF/GP Appropriation	FY 2008-09 GF/GP Savings
<b>1. Military Training Sites and Support Facilities.</b> The line includes support for the State education assistance program for Guard members. Currently appropriated at \$750,000 for FY 2008-09, a reduction of \$350,000 would leave sufficient funding to cover current fiscal year program obligations through the spring, 2009 academic term.	\$1,100,000	\$1,100,000	(\$350,000)
<b>2. Special Maintenance-State.</b> The reduction would result in fewer armory maintenance projects being completed in FY 2008-09 by delaying those projects which have yet to be bid out.	651,200	3,000,000	(200,000)
<b>3. Veterans Service Organizations.</b> This program consists of grants to 11 veterans' service organizations (VSOs) which perform veterans V.A. benefits counseling to veterans on behalf of the State. The 25.0% reduction to the grant program would limit the ability of the VSOs to assist veterans and would require them to rely on volunteer support from each of their organizations in order to maintain an existing level of service.	4,029,600	4,029,600	(1,000,000)
<b>4. Special Maintenance, Remodeling, and Additions.</b> The reduction would reduce the Capitol Outlay budget and will limit maintenance and remodeling which could be completed (two armory projects will be delayed) for FY 2008-09.	12,900,000	450,000	(126,000)
<b>5. Headquarters and Armories.</b> The reduction would be obtained by efficiencies (in CSS&M) taken in central administration.	10,355,000	6,608,300	(200,000)
<b>6. D. J. Jacobetti Veterans Home.</b> A reduction of GF/GP will be taken to be supplanted replaced with an equal level of available Federal revenue via supplemental or contingency fund transfer.	15,559,400	4,928,200	(150,000)
<b>7. Information Technology Services and Projects.</b> Savings will be realized through administrative efficiencies.	1,183,800	405,600	(3,200)
<b>8. Furlough Days</b>			(205,600)
<b>TOTAL SAVINGS:</b>			<b>(\$2,234,800)</b>

## EXECUTIVE ORDER 2009-22

### DEPARTMENT OF NATURAL RESOURCES

Program	Year-To-Date Gross Appropriation	Year-To-Date GF/GP Appropriation	FY 2008-09 Reduction Amount
<b>4% Reductions</b>			
1. <b>Executive Direction.</b> Vacancy savings will cover this reduction.	2,094,200	364,200	(10,000)
2. <b>Communications.</b> The Department will limit participation at Upper Peninsula and Detroit State Fairs, reduce Departmental displays, and reduce support for Project Wild (a conservation and environmental education program for educators of students in kindergarten through high school).	3,943,400	131,400	(25,000)
3. <b>Commission.</b> This reduction will be accomplished through travel reductions.	90,600	33,400	(2,000)
4. <b>Unclassified Salaries.</b> Current vacancies will cover this reduction.	415,200	85,600	(5,000)
5. <b>Budget and Support Services.</b> Savings will be achieved through current year vacancies.	1,707,300	209,100	(2,000)
6. <b>Financial Services.</b> Savings through purchase reductions and delays.	2,564,500	264,300	(25,000)
7. <b>Grants Management.</b> Savings will be accomplished by maintaining a vacancy.	1,469,200	234,800	(50,000)
8. <b>Wildfire Protection.</b> Savings will be achieved by holding a vacancy for a Fire Officer position.	11,948,500	3,160,900	(14,000)
9. <b>Forest Recreation.</b> The savings will be realized by not hiring eight short-term workers and closing 12 forest campgrounds.	4,769,300	651,600	(70,800)
10. <b>Natural Resources Heritage.</b> Funding Shift - the General Fund reduction will be offset with Game and Fish Fund - Turkey Permit Fees to provide State match for State Wildlife Grant project.	1,255,000	133,900	(46,800)
11. <b>Wildlife Management.</b> Purchasing necessary supplies for the fall hunting season will be delayed until FY 2009-10. Chronic wasting disease (CWD) suspect animals will not be tested until October 1, 2009. This will significantly reduce the Department's response time to potential CWD outbreaks. The DNR also will eliminate remaining technology funding. There will be no funding available to replace broken computers.	30,071,500	1,813,800	(36,400)
12. <b>Water Withdrawal Assessment Program.</b> This appropriation will delay refinement of the water withdrawal assessment tool. The tool assists in determining how much water can be removed from the ground before there is an impact.	46,900	46,900	(46,900)



<b>13. General Law Enforcement.</b> The impact will be a 1,840-hour reduction in enforcement patrols on State lands, which includes forests, State campgrounds, and parks. This will result in a reduced enforcement presence regarding illegal timber harvesting, littering, and permit fees.	31,831,500	1,519,500	(82,300)
<b>14. Information Technology Services.</b> DIT rate reduction for servers.	8,872,100	756,400	(2,400)
<b>15. Furlough Days</b>			(154,300)
<b>TOTAL REDUCTION:</b>			<b>(\$572,900)</b>

## EXECUTIVE ORDER 2009-22

### SCHOOL AID

Program	Year-To-Date Gross Appropriation	Year-To-Date GF/GP Appropriation	FY 2008-09 Reduction Amount
<b>1. 21<sup>st</sup> Century Schools Program.</b> This program was new in the 2008-09 fiscal year, and grants have not yet been awarded. The goal of the program is to provide competitive grants up to \$3.0 million for districts with less than a 70.0% graduation rate, using the dollars to redesign high schools with a focus on reducing dropout rates. While the program is funded with School Aid Fund (SAF) revenue, the Executive Order proposes to reduce the General Fund allocation to the School Aid budget by the recommended \$7.0 million reduction, thereby effectively shifting the SAF program reduction to produce General Fund savings. A negative School Aid Act supplemental will be required to complete the SAF reduction to the program itself.	\$15,000,000	\$0	(\$7,000,000)
<b>TOTAL REDUCTION:</b>			<b>(\$7,000,000)</b>

## EXECUTIVE ORDER 2009-22

### DEPARTMENT OF STATE

Program	Year-To-Date Gross Appropriation	Year-To-Date GF/GP Appropriation	FY 2008-09 Reduction Amount
1. <b>Department Services - Operations.</b> Savings associated with efficiency due to Department-imposed spending restrictions.	\$23,328,400	\$1,586,200	(\$155,800)
2. <b>Regulatory Services - Operations.</b> Savings associated with efficiency due to Department-imposed spending restrictions.	21,832,300	1,229,600	(255,000)
3. <b>Customer Delivery Services - Branch Operations.</b> Savings associated with efficiency due to Department - imposed spending restrictions.	75,033,300	5,796,100	(534,400)
4. <b>Customer Delivery Services - Central Operations.</b> Savings associated with efficiency due to Department-imposed spending restrictions.	39,798,300	3,447,700	(100,000)
5. <b>Information Technology Services and Projects.</b> Savings due to a Department of Information Technology rate reduction.	24,537,300	4,336,000	(300)
6. <b>Furlough Days</b>			(289,500)
<b>TOTAL REDUCTION:</b>			<b>(\$1,335,000)</b>

# EXECUTIVE ORDER 2009-22

## DEPARTMENT OF STATE POLICE

Program	Year-To-Date Gross Appropriation	Year-To-Date GF/GP Appropriation	FY 2008-09 GF/GP Savings
<b>1. At Post Troopers.</b> This line provides for the salaries, wages, and benefit costs of Michigan State Police Troopers assigned to posts around the State. A reduction of \$1,717,400 will be taken, resulting in the layoff of 100 troopers beginning with the June 28, 2009, pay period, thereby reducing the statewide trooper count from 1,068 to 968; a reduction of \$600,000 will be taken in CSS&M; \$1,340,000 savings will be realized by reducing funds for overtime costs; a savings of \$411,000 will be taken due to attrition; \$400,000 will be taken to reflect anticipated lapse revenue and an additional \$300,000 GF/GP reduction will be taken to be later supplanted via a contingency fund transfer with unspent Concealed Weapons Enforcement Fee revenue.	\$143,008,700	\$98,447,400	(\$4,768,400)
<b>2. Uniform Services.</b> This line provides funding for costs associated with the administration of State Police posts. The savings would be realized from reductions to CSS&M costs.	45,898,200	45,898,200	(1,500,000)
<b>3. Standards and Training.</b> The reduction would be made possible by a shift from GF/GP funds to a restricted fund source (Michigan Justice Training Fund) for administration of the Michigan Commission on Law Enforcement Standards via a legislative transfer.	2,207,600	1,892,600	(600,000)
<b>4. Information Technology Services and Projects.</b> The reduction will be made possible via a fund shift of \$300,000 from GF/GP to restricted revenue (Criminal Justice Fees) via a contingency fund transfer, Department of Information Technology rate reductions (\$110,000) and a reduction of \$450,000 in CSS&M.	18,315,600	9,455,500	(860,000)
<b>5. Fleet Leasing.</b> The reduction is taken in part due to lower-than-anticipated fuel costs, but the amount of the reduction is such that it could possibly result in curtailed patrol activity.	16,184,100	16,184,100	(2,200,000)
<b>6. Management Services.</b> A reduction will be taken in CSS&M costs.	13,711,800	10,366,400	(268,400)
<b>7. Laboratory Operations.</b> A reduction of \$3,811,000 in GF/GP will be taken, to be supplanted via supplemental appropriations with restricted revenue from the State Services Fee Fund.	26,896,200	20,826,400	(3,811,000)
<b>8. Furlough Days</b>			(1,161,600)
<b>TOTAL SAVINGS:</b>			<b>(\$15,169,400)</b>

## EXECUTIVE ORDER 2009-22

### DEPARTMENT OF TRANSPORTATION

Program	Year-To-Date Gross Appropriation	Year-To-Date GF/GP Appropriation	FY 2008-09 Reduction Amount
<b>1. Reduce Transportation Economic Development Funding – Category A (Targeted Industries).</b> This reduction will decrease the number of State-funded economic development-related projects in FY 2008-09.  <b>Note:</b> FY 2008-09 revenue to the Transportation Economic Development Fund was reduced by \$6.0 million by 2008 PA 346 and deposited in the General Fund. As a result, only \$7.0 million in additional revenue is available for a similar transfer in the current year.	\$19,146,000	\$0	(\$12,000,000)
<b>TOTAL REDUCTION:</b>			<b>(\$12,000,000)</b>

# EXECUTIVE ORDER 2009-22

## DEPARTMENT OF TREASURY - OPERATIONS

Program	Year-To-Date Gross Appropriation	Year-To-Date GF/GP Appropriation	FY 2008-09 Reduction Amount
1. <b>Michigan Education Savings Program.</b> The program has not spent the entire appropriation for several years. This \$100,000 lapse represents the amount lapsed in FY 2007-08 and FY 2006-07.	\$800,000	\$800,000	(\$100,000)
2. <b>Property Tax Appeal Program.</b> This program was added in FY 2008-09 to assist local units of government with legal costs in defending appeals of personal and real property assessments of utility companies.	500,000	500,000	(500,000)
3. <b>Michigan Business Tax Implementation.</b> This represents the estimated lapse in this line item. The implementation will be completed in this fiscal year.	11,813,800	11,813,800	(1,300,000)
4. <b>Senior Citizen Cooperative Housing Tax Exemption Program.</b> This moves up a proposed 2010 reduction. Expenditures have been less than the appropriated amount for the last several years.	16,816,500	16,816,500	(316,500)
5. <b>Payments and Grants to Counties in Lieu of Taxes.</b> This represents the unexpended balances for payments for commercial forest reserve, swamp and tax reverted lands, and Sleeping Bear Dunes National lakeshore. Statutory changes would be required.	9,744,100	9,744,100	(23,500)
6. <b>Reductions to various line items.</b> These include: the revenue enhancement program (300,000); supervision of general property tax law (406,000); worker's compensation (134,000); travel (100,000); collections (100,000); information technology (75,500); rent and building occupancy charges (43,600); program management (31,300); local finance (28,200); student financial assistance programs (23,800); Department services (12,500); and Mail operations (10,400). These represent unfilled vacancies and projected lapses.	103,484,400	25,336,500	(1,265,300)
7. <b>Furlough Days</b>			(313,600)
<b>TOTAL REDUCTION:</b>			<b>(\$3,818,900)</b>

## EXECUTIVE ORDER 2009-22

### DEPARTMENT OF TREASURY - REVENUE SHARING

Program	Year-To-Date Gross Appropriation	Year-To-Date GF/GP Appropriation	FY 2008-09 Reduction Amount
<b>1. Reduce statutory revenue sharing payments.</b> Under current law, each city, village, and township (CVT) will receive the same total of combined constitutional and statutory payments as received during FY 2007-08. CVTs that received a statutory payment in FY 2006-07 also will receive a payment equal to 2.0% of their FY 2006-07 statutory payment. The reduction eliminates the "2.0% payments" and each CVT will receive the same statutory payment (as opposed to the combined statutory and constitutional payment) in FY 2008-09 as they received in FY 2007-08. The total actual reduction as described would equal \$41,447,400.	\$1,050,963,850	\$0	(\$41,400,000)
<b>2. Units Controlled by an Emergency Financial Manager.</b> Since Executive Order 2002-22 reduced statutory payments to local units in FY 2002-03, and CVTs under the control of an emergency financial manager have been held harmless for the reduction in that Executive Order (but not other reductions in revenue sharing). Currently, only the City of Highland Park remains affected by the provision. The reduction would lower the payment by 50.0%.	212,000	212,000	(106,000)
<b>TOTAL REDUCTION:</b>			<b>(\$41,506,000)</b>

# EXECUTIVE ORDER 2009-22

## DEPARTMENT OF TREASURY - STRATEGIC FUND

Program	Year-To-Date Gross Appropriation	Year-To-Date GF/GP Appropriation	FY 2008-09 Reduction Amount
1. <b>Economic Development Job Training Fund.</b> This grant program provides funding to companies that are partnered with a training provider to train new or existing employees.	6,873,500	6,873,500	(1,166,200)
2. <b>FY 2009 21<sup>st</sup> Century Jobs Fund.</b> This reduction would bring the appropriation for this program to \$52,950,000. Detail on which program within the Fund that will be reduced will be determined by the Board and may require additional statutory language to the MSF Act.	62,000,000	0	(9,050,000)
3. <b>21<sup>st</sup> Century Jobs Trust Fund Transfers to the General Fund</b>			
a. <b>Work Project Account - Appropriation Year 2006 - Department of Treasury - Agriculture Development Fund.</b> These funds were allocated in FY 2005-06 as part of the original \$400.0 million bond proposal. Funding was provided for loans under the Julian-Stille Value-added Act, P.A. 322 of 2000. The funding was to support a loan program for specialty crops. No loans have been made from this fund. <b>(\$5,000,000)</b>			
b. <b>Work Project Account - Appropriation Year 2006 - MSF 21<sup>st</sup> Century Jobs Trust Fund - Forest Finance Authority.</b> This authority received an initial appropriation of \$26.0 million which was reduced to \$6.0 million through an earlier budget reduction. This reduction would exhaust the balance in the work project account. The funds were allocated to projects that preserve or create jobs or develop forests or forest industries. <b>(\$4,950,000)</b>			
c. <b>FY 2008-09 VETO - MSF 21<sup>st</sup> Century Jobs Trust Fund.</b> These funds have not been appropriated as a result of an FY 2008-09 line item veto. The appropriation bill included a \$3.0 million set aside for Lakeshore Advantage, an economic development agency in Holland, Michigan that was facilitating the transfer of a former Pfizer facility into a biomass research laboratory that would be owned and operated by Michigan State University. This action would force the lapse of those funds to the General Fund. Additional statutory changes would be necessary to facilitate the transfer of these funds. <b>(\$3,000,000)</b>			
<b>Total transfer from 21<sup>st</sup> Century Jobs Trust Fund to the General Fund:</b>			<b>\$22,000,000</b>
4. <b>Furlough Days</b>			(249,500)
<b>TOTAL REDUCTION:</b>			<b>(\$23,415,700)</b>



## EXECUTIVE ORDER 2009-22

### STATEWIDE ISSUES - FURLOUGH DAYS

Department		FY 2008-09 GF/GP Reduction Amount
1.	Agriculture	(\$398,300)
2.	Attorney General	(463,800)
3.	Civil Rights	(166,600)
4.	Community Health	(2,310,700)
5.	Corrections	(9,470,400)
6.	Education	(67,500)
7.	Energy, Labor, and Economic Growth	(160,700)
8.	Environmental Quality	(290,600)
9.	Executive Office	(82,000)
10.	History, Arts, and Libraries	(239,000)
11.	Human Services	(5,055,600)
12.	Management and Budget	(621,800)
13.	Military and Veterans Affairs	(205,600)
14.	Natural Resources	(154,300)
15.	State	(289,500)
16.	State Police	(1,161,600)
17.	Treasury	(563,100)
TOTAL REDUCTION:		(\$21,701,100)